

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 0950-01  
Bill No.: HB 318  
Subject: Rules; General Assembly; Retirement Systems  
Type: Original  
Date: February 6, 2001

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**FISCAL SUMMARY**

ESTIMATED NET EFFECT ON STATE FUNDS			
FUND AFFECTED	FY 2002	FY 2003	FY 2004
None	\$0	\$0	\$0
<b>Total Estimated Net Effect on <u>All</u> State Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2002	FY 2003	FY 2004
None	\$0	\$0	\$0
<b>Total Estimated Net Effect on <u>All</u> Federal Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2002	FY 2003	FY 2004
<b>Local Government</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

Numbers within parentheses: ( ) indicate costs or losses.  
This fiscal note contains 3 pages.

**FISCAL ANALYSIS**

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## ASSUMPTION

The **Joint Committee on Public Employee Retirement (JCP)** indicates that this legislation does not represent a “substantial proposed change” in future plan benefits as defined in Section 105.660(5), and, as such, an actuarial cost statement is not required.

Officials from the **Missouri State Employees Retirement System**, the **State Highway Employees & Patrol Retirement System**, the **Missouri Local Government Employees Retirement System**, the **Public School Retirement System**, the **Sheriffs Retirement System**, the **Kansas City Public School Retirement System**, the **Saint Louis Public School Retirement System**, the **Saint Louis Police Retirement System**, the **Saint Joseph Police Pension Trust**, and the **Kansas City Police Retirement System** assume the proposal will have minimal or no fiscal impact on their systems.

Officials with the **Kansas City Firefighters Pension System** assume the proposal will cost approximately \$1,000 annually to implement, citing legal expenses and postage. Officials with the **County Employees Retirement Fund** assume the proposal will require the expenditure of approximately \$20,000 annually for additional internal staff time and retention of an outside advisor to submit rules to the JCP in a manner that communicates to the committee the reason for any proposed rules. Officials with the **Prosecuting Attorneys Retirement System** assume the proposal will cost \$10,000 or more annually to implement, citing legal expenses.

Officials with the **Saint Louis Firemen’s Retirement System** did not respond to our request for a fiscal note.

**Oversight** assumes that any additional workload created for all public retirement systems by the required submission of proposed rules to the committee can be handled by existing staff. As such, no additional cost is shown for the retirement systems in this fiscal note.

<u>FISCAL IMPACT - State Government</u>	FY 2002 (10 Mo.)	FY 2003	FY 2004
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>FISCAL IMPACT - Local Government</u>	FY 2002 (10 Mo.)	FY 2003	FY 2004
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

**FISCAL IMPACT - Small Business**

No direct fiscal impact to small businesses would be expected as a result of this proposal.

**DESCRIPTION**

This bill adds a requirement for public employee retirement plans to furnish a copy of the proposed rule to the Joint Committee on Public Employee Retirement when promulgating administrative rules. Plans that file rules with the Secretary of State must furnish a copy to the committee prior to or concurrent with their filing with the Secretary of State. Plans that are not required to file with the Secretary of State must furnish a copy to the committee within 10 days of promulgating the rule.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

**SOURCES OF INFORMATION**

Joint Committee on Public Employee Retirement  
Public School Retirement System  
Missouri State Employees Retirement System  
State Highway Employees & Patrol Retirement System  
Missouri Local Government Employees Retirement System  
Sheriffs Retirement System  
Saint Louis Public School Retirement System  
Saint Louis Police Retirement System  
Kansas City Public School Retirement System  
Kansas City Police Retirement System  
Kansas City Firefighters Pension System  
Saint Joseph Police Retirement System  
County Employees Retirement Fund  
Prosecuting Attorneys Retirement System

**NOT RESPONDING**

Saint Louis Firemen's Retirement System



Jeanne Jarrett, CPA  
Director  
February 6, 2001